



COMMONWEALTH of VIRGINIA

Joint Legislative Audit and Review Commission

*Philip A. Leone
Director*

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MINUTES

July 8, 2002

Attending

JLARC MEMBERS: Senator Kevin G. Miller, Chairman; Delegate Lacey E. Putney, Vice Chairman; Delegate Vincent F. Callahan, Jr.; Senator John H. Chichester; Senator Charles J. Colgan; Delegate M. Kirkland Cox; Delegate Frank D. Hargrove, Sr., Delegate Johnny S. Joannou, Delegate Dwight C. Jones, Delegate Harry J. Parrish; Senator Walter A. Stosch, Delegate Leo C. Wardrup, Jr.; Mr. Walter J. Kucharski, Ex Officio.

JLARC Staff: Phil Leone, Kirk Jonas, Glen Tittermary, Bob Rotz, Greg Rest, Walt Smiley, Ashley Colvin, Jason Powell, Kelly Gent, Wendy Brown, Lisa Friel, Gerald Craver, Paula Lambert, Laura Whiteley, Kim Beyer, Ellen Jackson, John Long, Joan Irby, Becky Torrence.

OTHERS: Peter Blake, Deputy Secretary of Education; W. Forest Matthews, Jr., Director, Nancy Everett, Chief Investment Officer, Alfonso I. Samper, Chairman, Board of Trustees, Virginia Retirement System; Craig Burns, House Appropriations Committee.

The meeting was called to order at 10:05 a.m. by Chairman Miller and then turned over to Phil Leone.

Mr. Leone introduced a new staff member: Laura Whiteley who received her Masters of Public Policy degree this spring from Duke University. She has an undergraduate degree in economics from Brigham Young University. Mr. Leone also noted that Ms. Whiteley's prior work experience included two years as a consultant with the firm PricewaterhouseCoopers.

Mr. Leone then gave a brief overview of the Agenda (Enclosure 1). Mr. Leone stated that typically the July

COMMISSION MINUTES
July 8, 2002
Page Two

meeting consisted of status reports on the Virginia Retirement System and representatives from the VRS staff and Glen Tittermary of JLARC staff would be making presentations at today's meeting.

Mr. Leone then turned the meeting over to Glen Tittermary Senior Division Chief, who directed the Commission's attention to the Briefing Package (Enclosure 2) for the VRS Biennial Status and Semi-Annual Investment Report: July 2002 (Enclosure 3).

Mr. Tittermary noted there had been recent changes in the leadership at VRS: W. Forrest Matthews was appointed agency director, Alfonso Samper was appointed by Governor Warner to serve as Chairman of the Board of Trustees and new members of the Board of Trustees were J. Douglas Conway, Vernard W. Henley, and Raymond B. Wallace.

Following several questions and comments from members of the Commission, a motion was made, seconded and unanimously adopted to receive the Commission Draft, VRS Biennial Status and Semi-Annual Investment Report July 2002, and authorize it for printing and distribution.

Mr. Tittermary then directed the Commission's attention to the next Briefing Package: the Legislator's Guide to VRS (Enclosure 4). Mr. Tittermary noted that a printed copy was being passed among the members to enable them to have an idea of the volume of work included in the Guide. Mr. Tittermary also noted that the Guide would be available as a electronic document on the Internet at <http://vrsguide.state.va.us>, and would be updated as new information was received from VRS. Mr. Tittermary also stated that the Guide was a joint effort between VRS staff and JLARC staff.

After several comments and questions from members of the Commission, a motion was made, seconded and unanimously adopted to approve the Legislator's Guide for inclusion on the Internet.

Mr. Tittermary then introduced Mr. Forrest Matthews, Director, Virginia Retirement System. Following some personal remarks, Mr. Matthews directed the Commission's attention to his Briefing Package (Enclosure 5). Mr. Matthews then called upon Al Samper, Chairman of the VRS Board of Trustees, who presented a few brief remarks regarding passive and active investment activities.

COMMISSION MINUTES
July 8, 2002
Page Three

Chairman Miller then recognized Ms. Nancy Everett, Chief Investment Officer, Virginia Retirement System, who directed the Commission's attention to her Briefing Package (Enclosure 6).

Mr. Leone reported the next item on the Agenda was a Preliminary Overview: Organization and Funding of Workforce Training Programs in Virginia, and stated there was no report and no recommendations. He then turned the meeting over to Kelly Bowman Gent, project leader.

Ms. Gent directed the Commission's attention to the Briefing Package located under Tab B (Enclosure 7). Ms. Gent stated the report would be briefed in November.

Mr. Leone noted there was no meeting in August and the next meeting would be held September 9, 2002.

The Commission rose at 12:05 p.m.

Approved by:



Philip A. Leone, Director

Date:

July 10, 2002

Prepared by:



Becky C. Torrence
Administrative Support Specialist II/
Legislative Activities Specialist